

EXECUTIVE OFFICER SUMMARY REPORT  
**February 11, 2005**

ITEM: **12**

SUBJECT: **CURRENT FY 04/05 BUDGET**

Attached is an overview of the Conservancy's current Fiscal Year 04/05 Budget. No formal Board action is recommended; this item is provided for information. Discussion of this item may be requested by a member of the Board or public.

PURPOSE: Information item. This item is included to keep the Board apprised of the current budget situation.

DISCUSSION: The overall budget for a state-chartered Conservancy typically has two major components or "line-items": (1) Support Budget; and (2) Capital Outlay Budget. The Support Budget pays staff salaries, Board Member stipends, and all Conservancy operations (e.g., travel, equipment, supplies, lease, utilities, postage, consulting and professional services, etc). The Capital Outlay Budget is used to acquire or develop property.

The SDRC was appropriated a Support Budget of \$265,000 for FY 03/04. The SDRC was also appropriated a Support Budget of \$269,000 for FY 04/05. This amount is considered our "baseline" budget which we can be relatively assured of receiving each year. All of the funds in our Support Budget originate from the Environmental License Plate Fund (ELPF). The SDRC currently does not have a line-item for Capital Outlay. Recall that the remaining \$7.8 million in Capital Outlay funds earmarked for the San Diego River are line-items in the Resources Agency budget, not in the San Diego River Conservancy budget.

A Support Budget consists of three components: (1) Summary by Object 1 State Operations; (2) Salary and Wages Supplement; and (3) Operating Expenses and Equipment (OE&E). Attached as supplemental documents are the details for each of these components for FY 04/05.

	FY 03/04	FY 04/05
Baseline Support Budget	\$265,000	\$269,000 <sup>1</sup>
One-time FY 03/04 Reappropriation		\$221,000
Total	\$265,000	\$490,000

For FY 03/04, the San Diego River Conservancy had a baseline Budget of \$265,000. However, in FY 03/04, the SDRC actually spent only \$44,000.

With the help of Resources Agency and key legislative members support, the legislature reappropriated the unspent FY 03/04 support balance (\$221,000) into the FY 04/05 Support Budget. This was a one-time only reappropriation and is available for encumbrance until June 30, 2005 and expenditure until June 30, 2007.<sup>2</sup>

LEGAL CONCERNS: None.

FISCAL IMPACT: None.

SUPPORTING  
DOCUMENTS:

1. 2004-2005 Budget Act
2. Summary by Object 1 State Operations, FY 04/05
3. Salary and Wages Supplement, FY 04/05
4. Supplementary Schedule of Operating Expenses and Equipment

RECOMMENDATION: No Action.

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<sup>1</sup> Baseline budgets often get slight changes to allow for modest changes in the cost of doing business.

<sup>2</sup> In addition to the Support Budget reappropriation, the legislature also reappropriated (extended the deadline to encumber) the balance of the original \$12 million of bonds funds for the San Diego River. The remaining amount (\$7.8 million) was included in the Resources Agency budget (FY 04/05) and is available for encumbrance until June 30, 2005 and expenditure until June 30, 2007.